

SECOND AMENDMENT TO THE TENDER AGENT AGREEMENT

THIS SECOND AMENDMENT TO THE TENDER AGENT AGREEMENT (this “Second Amendment”), executed and entered into as of _____, 2015 (the “Effective Date”) by and between City of Austin, Texas (the “City”) and U.S. Bank, National Association, as Tender Agent (the “Tender Agent”).

WITNESSETH:

WHEREAS, the City and Citibank, N.A. (the “Bank”) will, as of the date hereof, execute and deliver a Letter of Credit Reimbursement Agreement, dated as of May 1, 2015 (as amended, supplemented, restated or otherwise modified from time to time the “Reimbursement Agreement”), pursuant to which the Bank issued an irrevocable transferrable direct pay letter of credit (the “Letter of Credit”) in support of the City of Austin, Texas Water and Wastewater System Variable Rate Revenue Refunding Bonds, Series 2008 (the “Bonds”); and

WHEREAS, in connection with the execution and delivery of the Reimbursement Agreement, the City and the Tender Agent now desire to amend the Tender Agent Agreement, dated as of May 2, 2008 (the “Original Tender Agent Agreement”), as amended by the First Amendment to the Tender Agent Agreement, dated as of May 9, 2011 (the “First Amendment”; the Original Tender Agent Agreement, as amended by the First Amendment, is referred to herein as the “Amended Tender Agent Agreement”) between the City and the Tender Agent, executed in connection with the issuance of the Bonds.

NOW, THEREFORE, in consideration of the premises and the mutual agreements, representations and warranties herein set forth, and for other good and valuable consideration, the receipt and sufficiency of which are acknowledged, the parties do hereby agree to amend the following provisions:

SECTION 1: Any reference in the Amended Tender Agent Agreement to the (a) “Reimbursement Agreement” shall have the meaning set forth in Ordinance No. 20080306-053, dated as of March 6, 2008 (the “Ordinance”) and (b) “Bank” shall mean the Bank as defined in the preamble of this Second Amendment or any Liquidity Provider providing an Alternate Liquidity Facility (both as defined in the Ordinance).

SECTION 2: Section 4 of the Amended Tender Agent Agreement shall be and is hereby amended in its entirety as follows:

“SECTION 4: Deposit of Bonds. The Tender Agent agrees to hold all Bonds delivered to it (or transferred to the DTC Participant account of the Tender Agent if such Bonds are held in the Book-Entry System) pursuant to Section 7(f) and 7(g) of the Ordinance, in trust for the benefit of the respective Holders which delivered or transferred such Bonds, until required to be delivered by the Tender Agent pursuant to Section 10 or Section 11 hereof. With respect to any Liquidity Provider Bonds held in the Book-Entry System and delivered to the Tender Agent under Section 8 hereof, the Tender Agent shall act as a DTC Participant on behalf of the Bank, as beneficial owner of such Liquidity Provider Bonds, and shall take all such actions, in accordance with the Reimbursement

Agreement, on behalf of the Bank as may be required with respect thereto during such time as such Liquidity Provider Bonds are held in the Book-Entry System.”

SECTION 3: Section 8 of the Amended Tender Agent Agreement shall be and is hereby amended in its entirety as follows:

“SECTION 8: Purchase of Tendered Bonds by the Bank; Deposits into the Liquidity Facility Purchase Account of the Purchase Fund; Notice to Paying Agent/Registrar and Tender Agent; Release of Liquidity Provider Bonds. The Bank, upon receipt of a draw certificate in the applicable form attached to the Letter of Credit shall cause an amount equal to its pro rata portion of the Purchase Price of the unremarketed Bonds to be deposited in immediately available funds in the Liquidity Facility Purchase Account of the Purchase Fund no later than 2:00 p.m. New York City time on the Purchase Date against delivery of such Bonds at the time and in the manner set forth in the Reimbursement Agreement.

The Tender Agent agrees to hold Liquidity Provider Bonds as agent of the Bank, and to release any Liquidity Provider Bonds solely in accordance with Section 7(c) of the Ordinance and the Reimbursement Agreement.”

SECTION 4: The second paragraph of Section 10 of the Amended Tender Agent Agreement shall be and is hereby amended in its entirety as follows:

“Notwithstanding anything to the contrary in the foregoing paragraph, for so long as the Bonds are held in the system of book-entry of DTC in accordance with Section 7 of the Ordinance, (i) any Bonds remarketed by the Remarketing Agent shall be delivered to the new beneficial owner thereof by a transfer in the book-entry system of DTC of such remarketed Bond to the applicable DTC Participant account for such beneficial owner; and (ii) Liquidity Provider Bonds shall be delivered to the Bank by a transfer in the book-entry system of DTC of such Liquidity Provider Bonds to the DTC Participant account of the Tender Agent for the benefit of the Bank, as beneficial owner of such Liquidity Provider Bonds.”

SECTION 5: Section 13 of the Amended Tender Agent Agreement shall be and is hereby amended to delete any reference to “Agent,” and with respect to the Bank to read as follows:

Citibank, N.A.
390 Greenwich Street, 8th Floor
New York, NY 10013
Attention: Municipal Credit Surveillance
Telephone:
Telecopy:
E-Mail: munisurveillance@citi.com

SECTION 6: The City and the Tender Agent hereby ratify and reaffirm all of the terms, conditions and provisions of the Amended Tender Agent Agreement, as specifically amended by

this Second Amendment, and each hereby acknowledges that the Amended Tender Agent Agreement remains in full force and effect as so amended.

SECTION 7: This Second Amendment may be executed in several counterparts, each of which shall be regarded as an original and all of which will constitute one and the same instrument.

IN WITNESS WHEREOF, the parties hereto have caused this Second Amendment to be duly executed and delivered by their respective officers thereunto duly authorized as of the date first above written.

U.S. BANK, NATIONAL ASSOCIATION. as
Tender Agent

By: _____
Name: _____
Title: _____

CITY OF AUSTIN, TEXAS

By _____
Name: _____
Title: Chief Financial Officer

[SEAL]